

EXECUTIVE OFFICE

July 1, 2009

The Honorable Ken Bennett Secretary of State State Capitol Phoenix, Arizona 85007

Dear Secretary Bennett:

I am transmitting to you the following bill from the Forty-ninth Legislature, 1<sup>st</sup> Regular Session, which I signed on July 1, 2009:

SB 1027 capital outlay; FY 2009-2010

price L. Shewel

Janice K. Brewer

Governor

JB/nb

cc: Senate Secretary

Chief Clerk of the House of Representatives

Arizona News Service



Janice K. Brewer Governor

July 1, 2009

EXECUTIVE OFFICE

The Honorable Bob Burns
President
Arizona State Senate
1700 West Washington Street
Phoenix, Arizona 85007

Re:

Senate Bill 1028: budget reconciliation; criminal justice

Dear President Burns:

Today I returned with my veto Senate Bill 1028.

In March I presented the legislature a comprehensive 5-point plan to address the State's pending financial crisis and to consider long-term structural improvements that would diminish or prevent a repeat of this fiscal disaster. This plan, along with the detailed budget plan I released publicly to you on June 1, 2009, contains a reasonable and sound approach to creating a balanced budget that takes into account the impacts and challenges of future budget years.

Unfortunately, Senate Bill 1028, along with the other FY 2010 budget bills adopted by the legislature, does not balance the state budget. We have a duty to adopt a budget that honestly and realistically addresses Arizona's growing fiscal crisis in a fashion that does not devastate the foundation of our most critical state government functions and services. These budget bills would prevent the proper function of many critical components of state government, as well as undermine our efforts to develop and encourage a prosperous future.

I am very well aware of the tremendous challenges that leadership must confront in the formation of a balanced budget plan. I am also deeply and sincerely grateful for the months of hard work and diligence of the legislature in developing potential solutions. I stand willing to continue our many weeks of negotiations and welcome the opportunity to work closely with you and your members to develop a consensus solution that balances our state budget.

Sincerely,

Janice K. Brewer

Governor

CC:



Janice K. Brewer Governor

July 1, 2009

EXECUTIVE OFFICE

The Honorable Bob Burns President Arizona State Senate 1700 West Washington Street Phoenix, Arizona 85007

Re: Senate Bill 1029: budget reconciliation; higher education

Dear President Burns:

Today I returned with my veto Senate Bill 1029.

In March I presented the legislature a comprehensive 5-point plan to address the State's pending financial crisis and to consider long-term structural improvements that would diminish or prevent a repeat of this fiscal disaster. This plan, along with the detailed budget plan I released publicly to you on June 1, 2009, contains a reasonable and sound approach to creating a balanced budget that takes into account the impacts and challenges of future budget years.

Unfortunately, Senate Bill 1029, along with the other FY 2010 budget bills adopted by the legislature, does not balance the state budget. We have a duty to adopt a budget that honestly and realistically addresses Arizona's growing fiscal crisis in a fashion that does not devastate the foundation of our most critical state government functions and services. These budget bills would prevent the proper function of many critical components of state government, as well as undermine our efforts to develop and encourage a prosperous future.

I am very well aware of the tremendous challenges that leadership must confront in the formation of balanced budget plan. I am also deeply and sincerely grateful for the months of hard work and diligence of the legislature in developing potential solutions. I stand willing to continue our many weeks of negotiations and welcome the opportunity to work closely with you and your members to develop a consensus solution that balances our state budget.

Sincerely, Seewer /

Janice K. Brewer

Governor

CC:



Janice K. Brewer GOVERNOR

July 1, 2009

EXECUTIVE OFFICE

The Honorable Bob Burns President Arizona State Senate 1700 West Washington Street Phoenix, Arizona 85007

Re:

Senate Bill 1031: budget reconciliation; assets

Dear President Burns:

Today I returned with my veto Senate Bill 1031.

In March I presented the legislature a comprehensive 5-point plan to address the State's pending financial crisis and to consider long-term structural improvements that would diminish or prevent a repeat of this fiscal disaster. This plan, along with the detailed budget plan I released publicly to you on June 1, 2009, contains a reasonable and sound approach to creating a balanced budget that takes into account the impacts and challenges of future budget years.

Unfortunately, Senate Bill 1031, along with the other FY 2010 budget bills adopted by the legislature, does not balance the state budget. We have a duty to adopt a budget that honestly and realistically addresses Arizona's growing fiscal crisis in a fashion that does not devastate the foundation of our most critical state government functions and services. These budget bills would prevent the proper function of many critical components of state government, as well as undermine our efforts to develop and encourage a prosperous future.

I am very well aware of the tremendous challenges that leadership must confront in the formation of a balanced budget plan. I am also deeply and sincerely grateful for the months of hard work and diligence of the legislature in developing potential solutions. I stand willing to continue our many weeks of negotiations and welcome the opportunity to work closely with you and your members to develop a consensus solution that balances our state budget.

mice L' Grewer

Janice K. Brewer

Governor

Speaker Kirk Adams CC:

Sen. Russell Pearce Rep. John Kavanagh

> 1700 West Washington Street, Phoenix, Arizona 85007 FAX 602-542-7602



Janice K. Brewer Governor

July 1, 2009

EXECUTIVE OFFICE

The Honorable Bob Burns
President
Arizona State Senate
1700 West Washington Street
Phoenix, Arizona 85007

Re: Senate Bill 1035: budget reconciliation; general government

Dear President Burns:

Today I returned with my veto Senate Bill 1035.

In March I presented the legislature a comprehensive 5-point plan to address the State's pending financial crisis and to consider long-term structural improvements that would diminish or prevent a repeat of this fiscal disaster. This plan, along with the detailed budget plan I released publicly to you on June 1, 2009, contains a reasonable and sound approach to creating a balanced budget that takes into account the impacts and challenges of future budget years.

Unfortunately, Senate Bill 1035, along with the other FY 2010 budget bills adopted by the legislature, does not balance the state budget. We have a duty to adopt a budget that honestly and realistically addresses Arizona's growing fiscal crisis in a fashion that does not devastate the foundation of our most critical state government functions and services. These budget bills would prevent the proper function of many critical components of state government, as well as undermine our efforts to develop and encourage a prosperous future.

I am very well aware of the tremendous challenges that leadership must confront in the formation of balanced budget plan. I am also deeply and sincerely grateful for the months of hard work and diligence of the legislature in developing potential solutions. I stand willing to continue our many weeks of negotiations and welcome the opportunity to work closely with you and your members to develop a consensus solution that balances our state budget.

عادات حراجاني,

Janice K. Brewer

& Lewer

Governor

CC:



Janice K. Brewer Governor

July 1, 2009

EXECUTIVE OFFICE

The Honorable Bob Burns
President
Arizona State Senate
1700 West Washington Street
Phoenix, Arizona 85007

Re: Senate Bill 1036: budget reconciliation; general revenues

Dear President Burns:

Today I returned with my veto Senate Bill 1036.

In March I presented the legislature a comprehensive 5-point plan to address the State's pending financial crisis and to consider long-term structural improvements that would diminish or prevent a repeat of this fiscal disaster. This plan, along with the detailed budget plan I released publicly to you on June 1, 2009, contains a reasonable and sound approach to creating a balanced budget that takes into account the impacts and challenges of future budget years.

Unfortunately, Senate Bill 1036, along with the other FY 2010 budget bills adopted by the legislature, does not balance the state budget. We have a duty to adopt a budget that honestly and realistically addresses Arizona's growing fiscal crisis in a fashion that does not devastate the foundation of our most critical state government functions and services. These budget bills would prevent the proper function of many critical components of state government, as well as undermine our efforts to develop and encourage a prosperous future.

I am very well aware of the tremendous challenges that leadership must confront in the formation of balanced budget plan. I am also deeply and sincerely grateful for the months of hard work and diligence of the legislature in developing potential solutions. I stand willing to continue our many weeks of negotiations and welcome the opportunity to work closely with you and your members to develop a consensus solution that balances our state budget.

Janice K. Brewer

L. Brewer

Governor

cc: Speaker Kirk Adams Sen. Russell Pearce

Rep. John Kavanagh



July 1, 2009

EXECUTIVE OFFICE

Janice K. Brewer Governor

> The Honorable Bob Burns President Arizona State Senate 1700 West Washington Street Phoenix, Arizona 85007

Re:

Senate Bill 1145: budget reconciliation; health and welfare

Dear President Burns:

Today I returned with my veto Senate Bill 1145.

In March I presented the legislature a comprehensive 5-point plan to address the State's pending financial crisis and to consider long-term structural improvements that would diminish or prevent a repeat of this fiscal disaster. This plan, along with the detailed budget plan I released publicly to you on June 1, 2009, contains a reasonable and sound approach to creating a balanced budget that takes into account the impacts and challenges of future budget years.

Unfortunately, Senate Bill 1145, along with the other FY 2010 budget bills adopted by the legislature, does not balance the state budget. We have a duty to adopt a budget that honestly and realistically addresses Arizona's growing fiscal crisis in a fashion that does not devastate the foundation of our most critical state government functions and services. These budget bills would prevent the proper function of many critical components of state government, as well as undermine our efforts to develop and encourage a prosperous future.

I am very well aware of the tremendous challenges that leadership must confront in the formation of balanced budget plan. I am also deeply and sincerely grateful for the months of hard work and diligence of the legislature in developing potential solutions. I stand willing to continue our many weeks of negotiations and welcome the opportunity to work closely with you and your members to develop a consensus solution that balances our state budget.

Sincerely, Januar L. Brewer

Janice K. Brewer

Governor

CC:



Janice K. Brewer GOVERNOR

July 1, 2009

EXECUTIVE OFFICE

The Honorable Bob Burns President Arizona State Senate 1700 West Washington Street Phoenix, Arizona 85007

Re:

Senate Bill 1187: budget reconciliation; K-12

Dear President Burns:

Today I returned with my veto Senate Bill 1187.

In March I presented the legislature a comprehensive 5-point plan to address the State's pending financial crisis and to consider long-term structural improvements that would diminish or prevent a repeat of this fiscal disaster. This plan, along with the detailed budget plan I released publicly to you on June 1, 2009, contains a reasonable and sound approach to creating a balanced budget that takes into account the impacts and challenges of future budget years.

Unfortunately, Senate Bill 1187, along with the other FY 2010 budget bills adopted by the legislature, does not balance the state budget. We have a duty to adopt a budget that honestly and realistically addresses Arizona's growing fiscal crisis in a fashion that does not devastate the foundation of our most critical state government functions and services. These budget bills would prevent the proper function of many critical components of state government, as well as undermine our efforts to develop and encourage a prosperous future.

I am very well aware of the tremendous challenges that leadership must confront in the formation of balanced budget plan. I am also deeply and sincerely grateful for the months of hard work and diligence of the legislature in developing potential solutions. I stand willing to continue our many weeks of negotiations and welcome the opportunity to work closely with you and your members to develop a consensus solution that balances our state budget.

nee Xi Frewer

Governor

CC:



EXECUTIVE OFFICE

July 1, 2009

 $\mu_{\mathfrak{t}}^{-1}$ 

The Honorable Ken Bennett Secretary of State Executive Tower, 7<sup>th</sup> Floor 1700 West Washington Phoenix, AZ 85007

Dear Secretary of State Bennett:

Today I signed Senate Bill 1188, the 2009-10 General Appropriations Act, while at the same time exercising my line item veto authority with respect to several specific items of appropriation.

My signature on the bill, setting aside the line item actions I have taken, reflects my view that a shutdown of government services is not in the best interests of our State and its citizens. I believe that the public interest would not be well served by a complete veto or a broader set of line item vetoes. In addition, given the legislature's unconstitutional delay in delivering the bills and the timing problems which have ensued, I am unable to exercise my Constitutional authority to let the Act, net of my line item vetoes, go into law without my signature.

While I am compelled to accept the bulk of the Act, I cannot agree to all of it. Specifically, I have line item vetoed the following items of appropriation for the reasons outlined below:

- A. Agency Lump Sum Reductions. Senate Bill 1188 makes lump sum reductions for several important agencies. These agencies have already suffered significant across the board reductions over the last two years and are simply not in a position to sustain additional reductions without compromising their missions. Further, the lack of willingness to implement the full and complete compromise agreed to by my office, the Speaker of the House and the Senate President leaves me no option but to strike some of these reductions. While I recognize reductions are in order, the magnitude of what has been sent to me, absent some counterbalancing measures, is an unacceptable hit to critical agencies. I remain open to further negotiations.
  - 1. Page 45, lines 18-32 (Dept. of Economic Security lump sum reduction)

- 2. Page 53, lines 29-40 (Dept. of Environmental Quality lump sum reduction) Page 54, lines 1-13 (DEQ continued)
- 3. Page 68, lines 36-43 (Dept. of Health Services lump sum reduction) Page 69, lines 1-6 (DHS continued)
- 4. Page 102, lines 16-18 (ASU Main Campus lump sum reduction)
- 5. Page 103, lines 17-19 (ASU East Campus lump sum reduction)
- 6. Page 104, lines 19-21 (ASU West Campus lump sum reduction)
- 7. Page 105, lines 22-24 (NAU lump sum reduction)
- 8. Page 106, lines 28-29 (U of A lump sum reduction)
- 9. Page 107, lines 11-12 (U of A Health Sciences Center lump sum reduction) Page 107, lines 20-21 (U of A totals)
- 10. Page 108, lines 1-18 (University lump sum reduction and lump sum reduction deferral)
- B. <u>Legislative Attempts to Appropriate Federal Funds</u>. These actions do not fall within the authority of the legislature.
  - 1. Page 127, lines 26-43 Arizona Board of Regents and Arizona Community Colleges
  - 2. Page 128, lines 1-43
    - a. lines 1-6, continuation of B.1. above
    - b. lines 7-19, K-12 education
    - c. lines 20-43 Higher education
  - 3. Page 129, lines 1-13 continuation from B.2.c. above
- C. <u>Underfunded K-12 Budget</u>. I have stated throughout my time in office that I am unwilling to agree to a K-12 Budget that does not adequately meet the needs of our public education system. While the extreme fiscal condition of our state makes some reductions necessary, the cuts enacted by the legislature in Senate Bill 1188 are significantly greater than those advanced in my budget. The possibility of revenues from the temporary sales tax would have helped mitigate the impacts of the proposed cuts to K-12 schools. Furthermore, the federal stimulus funds will be woefully inadequate to offset the impacts of these reductions for FY 2010, creating the specter of even larger unmitigated cuts for FY 2011 and beyond. Consequently, I am eliminating the proposed appropriation to K-12 in hopes that I can work with the legislature to enact an acceptable level of funding for the upcoming fiscal year.
  - 1. Page 46, lines 31-43 Formula Programs
  - 2. Page 47, line 15 Additional State Aid
    - Page 47, line 17 Other State Aid
    - Page 47, lines 18-21 Total and Fund Source lines

- D. <u>VLT Transfer</u>. I am vetoing the transfer of \$76,783,600 in VLT monies to the State General Fund which is being done instead of the normal distribution to the State Highway Fund.
  - 1. Page 125, lines 11-17

, X. Brewer

Governor

The Honorable Robert Burns cc: The Honorable Kirk Adams



EXECUTIVE OFFICE

July 1, 2009

The Honorable Robert Burns President of the Senate Arizona State Senate 1700 West Washington Phoenix, AZ 85007

### Dear President Burns:

Today I signed Senate Bill 1188, the 2009-10 General Appropriations Act, while at the same time exercising my line item veto authority with respect to several specific items of appropriation.

My signature on the bill, setting aside the line item actions I have taken, reflects my view that a shutdown of government services is not in the best interests of our State and its citizens. I believe that the public interest would not be well served by a complete veto or a broader set of line item vetoes. In addition, given the legislature's unconstitutional delay in delivering the bills and the timing problems which have ensued, I am unable to exercise my Constitutional authority to let the Act, net of my line item vetoes, go into law without my signature.

While I am compelled to accept the bulk of the Act, I cannot agree to all of it. Specifically, I have line item vetoed the following items of appropriation for the reasons outlined below:

A. Agency Lump Sum Reductions. Senate Bill 1188 makes lump sum reductions for several important agencies. These agencies have already suffered significant across the board reductions over the last two years and are simply not in a position to sustain additional reductions without compromising their missions. Further, the lack of willingness to implement the full and complete compromise agreed to by my office, the Speaker of the House and the Senate President leaves me no option but to strike some of these reductions. While I recognize reductions are in order, the magnitude of what has been sent to me, absent some counterbalancing measures, is an unacceptable hit to critical agencies. I remain open to further negotiations.

- 1. Page 45, lines 18-32 (Dept. of Economic Security lump sum reduction)
- 2. Page 53, lines 29-40 (Dept. of Environmental Quality lump sum reduction) Page 54, lines 1-13 (DEQ continued)
- 3. Page 68, lines 36-43 (Dept. of Health Services lump sum reduction) Page 69, lines 1-6 (DHS continued)
- 4. Page 102, lines 16-18 (ASU Main Campus lump sum reduction)
- 5. Page 103, lines 17-19 (ASU East Campus lump sum reduction)
- 6. Page 104, lines 19-21 (ASU West Campus lump sum reduction)
- 7. Page 105, lines 22-24 (NAU lump sum reduction)
- 8. Page 106, lines 28-29 (U of A lump sum reduction)
- 9. Page 107, lines 11-12 (U of A Health Sciences Center lump sum reduction) Page 107, lines 20-21 (U of A totals)
- 10. Page 108, lines 1-18 (University lump sum reduction and lump sum reduction deferral)
- B. <u>Legislative Attempts to Appropriate Federal Funds</u>. These actions do not fall within the authority of the legislature.
  - 1. Page 127, lines 26-43 Arizona Board of Regents and Arizona Community Colleges
  - 2. Page 128, lines 1-43
    - a. lines 1-6, continuation of B.1. above
    - b. lines 7-19, K-12 education
    - c. lines 20-43 Higher education
  - 3. Page 129, lines 1-13 continuation from B.2.c. above
  - C. <u>Underfunded K-12 Budget</u>. I have stated throughout my time in office that I am unwilling to agree to a K-12 Budget that does not adequately meet the needs of our public education system. While the extreme fiscal condition of our state makes some reductions necessary, the cuts enacted by the legislature in Senate Bill 1188 are significantly greater than those advanced in my budget. The possibility of revenues from the temporary sales tax would have helped mitigate the impacts of the proposed cuts to K-12 schools. Furthermore, the federal stimulus funds will be woefully inadequate to offset the impacts of these reductions for FY 2010, creating the specter of even larger unmitigated cuts for FY 2011 and beyond. Consequently, I am eliminating the proposed appropriation to K-12 in hopes that I can work with the legislature to enact an acceptable level of funding for the upcoming fiscal year.
    - 1. Page 46, lines 31-43 Formula Programs
    - 2. Page 47, line 15 Additional State Aid
      - Page 47, line 17 Other State Aid
      - Page 47, lines 18-21 Total and Fund Source lines

- D. <u>VLT Transfer</u>. I am vetoing the transfer of \$76,783,600 in VLT monies to the State General Fund which is being done instead of the normal distribution to the State Highway Fund.
  - 1. Page 125, lines 11-17

Janes L. Brever

Uanice K. Brewer

Governor

cc:

The Honorable Kirk Adams
The Honorable John Kavanagh
The Honorable Russell Pearce



EXECUTIVE OFFICE

July 1, 2009

The Honorable Bob Burns President Arizona State Senate 1700 West Washington Street Phoenix, Arizona 85007

Re: Senate Bill 1258: budget reconciliation; environment

Dear President Burns:

Today I returned with my veto Senate Bill 1258.

In March I presented the legislature a comprehensive 5-point plan to address the State's pending financial crisis and to consider long-term structural improvements that would diminish or prevent a repeat of this fiscal disaster. This plan, along with the detailed budget plan I released publicly to you on June 1, 2009, contains a reasonable and sound approach to creating a balanced budget that takes into account the impacts and challenges of future budget years.

Unfortunately, Senate Bill 1258, along with the other FY 2010 budget bills adopted by the legislature, does not balance the state budget. We have a duty to adopt a budget that honestly and realistically addresses Arizona's growing fiscal crisis in a fashion that does not devastate the foundation of our most critical state government functions and services. These budget bills would prevent the proper function of many critical components of state government, as well as undermine our efforts to develop and encourage a prosperous future.

I am very well aware of the tremendous challenges that leadership must confront in the formation of balanced budget plan. I am also deeply and sincerely grateful for the months of hard work and diligence of the legislature in developing potential solutions. I stand willing to continue our many weeks of negotiations and welcome the opportunity to work closely with you and your members to develop a consensus solution that balances our state budget.

Ance & Sewer

Janice K. Brewer

Governor

CC:



EXECUTIVE OFFICE

14.

L' Brewer

June 30, 2009

The Honorable Ken Bennett Secretary of State State Capitol Phoenix, Arizona 85007

Dear Secretary Bennett:

I am transmitting to you the following bill from the Forty-ninth Legislature, 1<sup>st</sup> Regular Session, which will go into law without my signature:

HB 2324 health insurance; individuals; coverage exemptions

Sincerely,

Janice K. Brewer

Governor

JB/nb

cc: Senate Secretary

Chief Clerk of the House of Representatives

Arizona News Service



Janice K. Brewer Governor

July 1, 2009

.1.

EXECUTIVE OFFICE

The Honorable Ken Bennett Secretary of State Executive Tower, 7<sup>th</sup> Floor 1700 West Washington Phoenix, AZ 85007

Dear Secretary of State Bennett:

Today I signed House Bill 2643, the "trailer" bill making revisions to Senate Bill 1188, the General Appropriations Act for FY 2009-10.

My signature on the bill, setting aside the line item actions I have taken, reflects my view that a shutdown of government services is not in the best interests of our State and its citizens. This bill reflects many improvements over Senate Bill 1188 but there are too many inadequacies in light of the legislature's failure to provide a comprehensive solution to the State's FY 2009-10 fiscal crisis. By refusing to turn over all the budget bills until early on July 1, 2009, I have been unable to express my concerns using my Constitutional powers in a timeframe in which a complete FY 2010 package could have been adopted. As a result, I am forced to cobble together a resolution that contains flaws, but is superior to Senate Bill 1188 or House Bill 2643 taken independently.

My line item vetoes and brief explanations follow:

## A. Excessive Lump Sum Reductions

- 1. Department of Economic Security Page 38, lines 6-25
- 2. Department of Environmental Quality
  - a. Page 46, lines 29-43
  - b. Page 47, lines 1-14
- 3. Department of Health Services Page 61, lines 19-34
- 4. Universities

Page 78, lines 20-39

- 5. Department of Economy Security Page 100, lines 8-13
- B. <u>Underfunded K-12 Budget</u>. I have stated throughout my time in office that I am unwilling to agree to a K-12 Budget that does not adequately meet the needs of

our public education system. While the extreme fiscal condition of our state makes some reductions necessary, the cuts enacted by the legislature in Senate Bill 1188 are significantly greater than those advanced in my<sup>i</sup>budget. The possibility of revenues from the temporary sales tax would have helped mitigate the impacts of the proposed cuts to K-12 schools. Furthermore, the federal stimulus funds will be woefully inadequate to offset the impacts of these reductions for FY 2010, creating the specter of even larger unmitigated cuts for FY 2011 and beyond. Consequently, I am eliminating the proposed appropriation to K-12 in hopes that I can work with the legislature to enact an acceptable level of funding for the upcoming fiscal year.

- 1. Page 39, lines 21-29 Page 39, lines 30-35
- 2. Page 40, line 5 Page 40, lines 7-13
- C. <u>Inappropriate and Excessive Tax Distribution Change</u>: I am vetoing the transfer of \$43,170,600 in VLT monies to the State General Fund which is being done instead of the normal distribution to the State Highway Fund.

Page 94, lines 1-9

- D. <u>Legislative Attempts to Appropriate Federal Funds</u>. These actions do not fall within the authority of the Legislature.
  - 1. Page 26, lines 38-42
  - 2. Page 29, lines 5-11
  - 3. Page 32, lines 24-28 Page 32, lines 35-39
  - 4. Page 35, lines 41-45
  - 5. Page 56, lines 13-17
  - 6. Page 95, lines 22-41
  - 7. Page 96, lines 1-40

Sincerely,

Sincerely,

Brewer

Janice K. Brewer

Governor

cc: The Honorable Robert Burns
The Honorable Kirk Adams



July 1, 2009

1:

EXECUTIVE OFFICE

The Honorable Kirk Adams
Speaker of the House of Representatives
Arizona State House of Representatives
1700 West Washington
Phoenix, AZ 85007

Dear Speaker Adams:

Today I signed House Bill 2643, the "trailer" bill making revisions to Senate Bill 1188, the General Appropriations Act for FY 2009-10.

My signature on the bill, setting aside the line item actions I have taken, reflects my view that a shutdown of government services is not in the best interests of our State and its citizens. This bill reflects many improvements over Senate Bill 1188 but there are too many inadequacies in light of the legislature's failure to provide a comprehensive solution to the State's FY 2009-10 fiscal crisis. By refusing to turn over all the budget bills until early on July 1, 2009, I have been unable to express my concerns using my Constitutional powers in a timeframe in which a complete FY 2010 package could have been adopted. As a result, I am forced to cobble together a resolution that contains flaws, but is superior to Senate Bill 1188 or House Bill 2643 taken independently.

My line item vetoes and brief explanations follow:

# A. Excessive Lump Sum Reductions

- 1. Department of Economic Security Page 38, lines 6-25
- 2. Department of Environmental Quality
  - a. Page 46, lines 29-43
  - b. Page 47, lines 1-14
- 3. Department of Health Services Page 61, lines 19-34
- 4. Universities
  Page 78, lines 20-39
- 5. Department of Economy Security Page 100, lines 8-13
- B. <u>Underfunded K-12 Budget</u>. I have stated throughout my time in office that I am unwilling to agree to a K-12 Budget that does not adequately meet the needs of

our public education system. While the extreme fiscal condition of our state makes some reductions necessary, the cuts enacted by the legislature in Senate Bill 1188 are significantly greater than those advanced in my budget. The possibility of revenues from the temporary sales tax would have helped mitigate the impacts of the proposed cuts to K-12 schools. Furthermore, the federal stimulus funds will be woefully inadequate to offset the impacts of these reductions for FY 2010, creating the specter of even larger unmitigated cuts for FY 2011 and beyond. Consequently, I am eliminating the proposed appropriation to K-12 in hopes that I can work with the legislature to enact an acceptable level of funding for the upcoming fiscal year.

- 1. Page 39, lines 21-29 Page 39, lines 30-35
- 2. Page 40, line 5 Page 40, lines 7-13
- C. <u>Inappropriate and Excessive Tax Distribution Change</u>: I am vetoing the transfer of \$43,170,600 in VLT monies to the State General Fund which is being done instead of the normal distribution to the State Highway Fund.

Page 94, lines 1-9

- D. <u>Legislative Attempts to Appropriate Federal Funds</u>. These actions do not fall within the authority of the Legislature.
  - 1. Page 26, lines 38-42
  - 2. Page 29, lines 5-11
  - 3. Page 32, lines 24-28 Page 32, lines 35-39
  - 4. Page 35, lines 41-45
  - 5. Page 56, lines 13-17
  - 6. Page 95, lines 22-41
  - 7. Page 96, lines 1-40

James L. Breever

Janice K. Brewer

Governor

cc: The Honorable Robert Burns
The Honorable John Kavanagh
The Honorable Russell Pearce

		T. 1. 1	2019	
Passed the House <u>fune 30, 20 09</u>	Passed	the Senate Win 1	_, 40	
by the following vote: 33 Ayes,	by the	following vote:	Ayes.	
Not Voting  Not Voting  Speaker of the House  Chief Clerk of the House		President of the Senate  Secretary of the Senate	Not Voting	
EXECUTIVE DEPARTI OFFICE OF G	MENT (	OF ARIZONA (OR		
This Bill received by	the Gov	ernor this		
15+ day of J	_	, 20 <u>_69</u>		
at 8:09 o'  Secretary to t	clock _	A. M.  Lyu  rnor		
1.4	day of	0		
Approved this		٠.		
Governor of Arizona	EX	ECUTIVE DEPARTMENT OFFICE OF SECRETARY	OF ARIZONA OF STATE	
		This Bill received by the Se	cretary of State	
	this _	day of		
H.B. 2643	à <sup>‡</sup>	o'clock	M.	
Secretary of State				



### State of Arizona July 1, 2009

Janice K. Brewer Governor EXECUTIVE OFFICE

ķ :

The Honorable Kirk Adams
Speaker of the House
Arizona House of Representatives
1700 West Washington
Phoenix, Arizona 85007

Re: House Bill 2644: budget reconciliation; general revenues

Dear Speaker Adams:

Today I returned with my veto House Bill 2644.

In March I presented the legislature a comprehensive 5-point plan to address the State's pending financial crisis and to consider long-term structural improvements that would diminish or prevent a repeat of this fiscal disaster. This plan, along with the detailed budget plan I released publicly to you on June 1, 2009, contains a reasonable and sound approach to creating a balanced budget that takes into account the impacts and challenges of future budget years.

Unfortunately, House Bill 2644, along with the other FY 2010 budget bills adopted by the legislature, does not balance the state budget. We have a duty to adopt a budget that honestly and realistically addresses Arizona's growing fiscal crisis in a fashion that does not devastate the foundation of our most critical state government functions and services. These budget bills would prevent the proper function of many critical components of state government, as well as undermine our efforts to develop and encourage a prosperous future.

I am very well aware of the tremendous challenges that leadership must confront in the formation of balanced budget plan. I am also deeply and sincerely grateful for the months of hard work and diligence of the legislature in developing potential solutions. I stand willing to continue our many weeks of negotiations and welcome the opportunity to work closely with you and your members to develop a consensus solution that balances our state budget.

anie K. Brewer

Janice K. Brewer

Governor

CC:

President Robert Burns Rep. John Kavanagh Sen. Russell Pearce

Passed the House June 30, 2009	Passed	the Senate July	, 20 <u>09</u>
by the following vote. 35 Ayes,	by the	following vote:	Ayes,
Not Voting	10	Nays, Dan	Not Voting
Speaker of the House		President of the Senate	• \
Somer L. Morce Chief Clerk of the House		Secretary of the Senate	untan
EXECUTIVE DEPART OFFICE OF C	MENT C	OF ARIZONA OR	
This Bill received by	y the Gov	ernor this	
5+ day of J			
at 8:,090	'clock	<u>A</u> M.	
Secretary to	the Gove	Inor S	
Approved this	_day of		
ato'clock_	M.	. :	
Governor of Arizona	EX (	ECUTIVE DEPARTMENT O OFFICE OF SECRETARY O	OF ARIZONA IF STATE
		This Bill received by the Sec	retary of State
	this	day of	
H.B. 2644	at	o'clock	M.
		Secretary of State	-



EXECUTIVE OFFICE

1,1.

July 1, 2009

The Honorable Kirk Adams Speaker of the House Arizona House of Representatives 1700 W. Washington Phoenix, Arizona 85007

Re: House Bill 2645: budget reconciliation; general government

Dear Speaker Adams:

Today I returned with my veto House Bill 2645.

In March I presented the legislature a comprehensive 5-point plan to address the State's pending financial crisis and to consider long-term structural improvements that would diminish or prevent a repeat of this fiscal disaster. This plan, along with the detailed budget plan I released publicly to you on June 1, 2009, contains a reasonable and sound approach to creating a balanced budget that takes into account the impacts and challenges of future budget years.

Unfortunately, House Bill 2645, along with the other FY 2010 budget bills adopted by the legislature, does not balance the state budget. We have a duty to adopt a budget that honestly and realistically addresses Arizona's growing fiscal crisis in a fashion that does not devastate the foundation of our most critical state government functions and services. These budget bills would prevent the proper function of many critical components of state government, as well as undermine our efforts to develop and encourage a prosperous future.

I am very well aware of the tremendous challenges that leadership must confront in the formation of balanced budget plan. I am also deeply and sincerely grateful for the months of hard work and diligence of the legislature in developing potential solutions. I stand willing to continue our many weeks of negotiations and welcome the opportunity to work closely with you and your members to develop a consensus solution that balances our state budget.

Janice K. Brewer

Governor

cc: F

President Robert Burns Rep. John Kavanagh Sen. Russell Pearce

Passed the House June 30, 2009	Passe	d the Senate July	<u></u>
by the following vete: 35 Ayes,	by the	e following vote:	Ayes,
Not Voting    Speaker of the House     Chief Clerk of the House	-	President of the Senate Secretary of the Senate	Desator
EXECUTIVE DEPAR OFFICE OF	TMENT ( GOVERN	OF ARIZONA NOR	
at S:09  Secretary to	O'clock _		·
Approved this	day of	· ·	
ato'clock	M.		
Governor of Arizona	EXI	ECUTIVE DEPARTMEN DEFICE OF SECRETAR	UT OF ARIZONA Y OF STATE
		This Bill received by the	Secretary of State
	this	day of	, 20
H.B. 2645	at	e'clock _	M.



JANICE K. BREWER GOVERNOR

EXECUTIVE OFFICE

1:

July 1, 2009

The Honorable Kirk Adams Speaker of the House Arizona House of Representatives 1700 W. Washington Phoenix, Arizona 85007

House Bill 2646: technical correction; state highways (NOW: state properties; Re: trailer)

Dear Speaker Adams:

Today I returned with my veto House Bill 2646.

In March I presented the legislature a comprehensive 5-point plan to address the State's pending financial crisis and to consider long-term structural improvements that would diminish or prevent a repeat of this fiscal disaster. This plan, along with the detailed budget plan I released publicly to you on June 1, 2009, contains a reasonable and sound approach to creating a balanced budget that takes into account the impacts and challenges of future budget years.

Unfortunately, House Bill 2646, along with the other FY 2010 budget bills adopted by the legislature, does not balance the state budget. We have a duty to adopt a budget that honestly and realistically addresses Arizona's growing fiscal crisis in a fashion that does not devastate the foundation of our most critical state government functions and services. These budget bills would prevent the proper function of many critical components of state government, as well as undermine our efforts to develop and encourage a prosperous future.

I am very well aware of the tremendous challenges that leadership must confront in the formation of a balanced budget plan. I am also deeply and sincerely grateful for the months of hard work and diligence of the legislature in developing potential solutions. I stand willing to continue our many weeks of negotiations and welcome the opportunity to work closely with you and your members to develop a consensus solution that balances our state budget.

quier X. Brewer √anice K. Brewer

Governor

President Robert Burns CC:

Rep. John Kavanagh

Sen. Russell Reagewashington Street, Phoenix, Arizona 85007 602-542-4331 • Fax 602-542-7602



Janice K. Brewer Governor

July 1, 2009

EXECUTIVE OFFICE

The Honorable Kirk Adams
Speaker of the House
Arizona House of Representatives
1700 W. Washington
Phoenix, Arizona 85007

Re:

House Bill 2647: technical correction; abandoned vehicles (NOW: budget reconciliation;

criminal justice; trailer)

Dear Speaker Adams:

Today I returned with my veto House Bill 2647.

In March I presented the legislature a comprehensive 5-point plan to address the State's pending financial crisis and to consider long-term structural improvements that would diminish or prevent a repeat of this fiscal disaster. This plan, along with the detailed budget plan I released publicly to you on June 1, 2009, contains a reasonable and sound approach to creating a balanced budget that takes into account the impacts and challenges of future budget years.

Unfortunately, House Bill 2647, along with the other FY 2010 budget bills adopted by the legislature, does not balance the state budget. We have a duty to adopt a budget that honestly and realistically addresses Arizona's growing fiscal crisis in a fashion that does not devastate the foundation of our most critical state government functions and services. These budget bills would prevent the proper function of many critical components of state government, as well as undermine our efforts to develop and encourage a prosperous future.

I am very well aware of the tremendous challenges that leadership must confront in the formation of a balanced budget plan. I am also deeply and sincerely grateful for the months of hard work and diligence of the legislature in developing potential solutions. I stand willing to continue our many weeks of negotiations and welcome the opportunity to work closely with you and your members to develop a consensus solution that balances our state budget.

anice Y. Breezer)

Janice K. Brewer Governor

cc:

President Robert Burns Rep. John Kavanagh Sen. Russell Pearce



### STATE OF ARIZONA July 1, 2009

JANICE K. BREWER GOVERNOR

EXECUTIVE OFFICE

The Honorable Kirk Adams Speaker of the House . Arizona House of Representatives 1700 W. Washington Phoenix, Arizona 85007

Re:

House Bill 2648: technical correction; industrial development; insurance

(NOW: budget reconciliation; K-12 education; trailer)

Dear Speaker Adams:

Today I returned with my veto House Bill 2648.

In March I presented the legislature a comprehensive 5-point plan to address the State's pending financial crisis and to consider long-term structural improvements that would diminish or prevent a repeat of this fiscal disaster. This plan, along with the detailed budget plan I released publicly to you on June 1, 2009, contains a reasonable and sound approach to creating a balanced budget that takes into account the impacts and challenges of future budget years.

Unfortunately, House Bill 2648, along with the other FY 2010 budget bills adopted by the legislature, does not balance the state budget. We have a duty to adopt a budget that honestly and realistically addresses Arizona's growing fiscal crisis in a fashion that does not devastate the foundation of our most critical state government functions and services. These budget bills would prevent the proper function of many critical components of state government, as well as undermine our efforts to develop and encourage a prosperous future.

I am very well aware of the tremendous challenges that leadership must confront in the formation of a balanced budget plan. I am also deeply and sincerely grateful for the months of hard work and diligence of the legislature in developing potential solutions. I stand willing to continue our many weeks of negotiations and welcome the opportunity to work closely with you and your members to develop a consensus solution that balances our state budget.

mice & Brewer

Janice K. Brewer

Governor

CC:

President Robert Burns

Rep. John Kavanagh Sen. Russell Pearce



Janice K. Brewer Governor

July 1, 2009

EXECUTIVE OFFICE

The Honorable Kirk Adams
Speaker of the House
Arizona House of Representatives
1700 W. Washington
Phoenix, Arizona 85007

Re: House Bill 2649: budget reconciliation; higher education

Dear Speaker Adams:

Today I returned with my veto House Bill 2649.

In March I presented the legislature a comprehensive 5-point plan to address the State's pending financial crisis and to consider long-term structural improvements that would diminish or prevent a repeat of this fiscal disaster. This plan, along with the detailed budget plan I released publicly to you on June 1, 2009, contains a reasonable and sound approach to creating a balanced budget that takes into account the impacts and challenges of future budget years.

Unfortunately, House Bill 2649, along with the other FY 2010 budget bills adopted by the legislature, does not balance the state budget. We have a duty to adopt a budget that honestly and realistically addresses Arizona's growing fiscal crisis in a fashion that does not devastate the foundation of our most critical state government functions and services. These budget bills would prevent the proper function of many critical components of state government, as well as undermine our efforts to develop and encourage a prosperous future.

I am very well aware of the tremendous challenges that leadership must confront in the formation of balanced budget plan. I am also deeply and sincerely grateful for the months of hard work and diligence of the legislature in developing potential solutions. I stand willing to continue our many weeks of negotiations and welcome the opportunity to work closely with you and your members to develop a consensus solution that balances our state budget.

Janice K. Brewer

Governor

cc. President Robert Burns

Rep. John Kavanagh Sen. Russell Pearce

1700 West Washington Street, Phoenix, Arizona 85007



Janice K. Brewer Governor

July 1, 2009

EXECUTIVE OFFICE

The Honorable Kirk Adams Speaker of the House Arizona House of Representatives 1700 W. Washington Phoenix, Arizona 85007

Re:

House Bill 2650: budget reconciliation; health; welfare

Dear Speaker Adams:

Today I returned with my veto House Bill 2650.

In March I presented the legislature a comprehensive 5-point plan to address the State's pending financial crisis and to consider long-term structural improvements that would diminish or prevent a repeat of this fiscal disaster. This plan, along with the detailed budget plan I released publicly to you on June 1, 2009, contains a reasonable and sound approach to creating a balanced budget that takes into account the impacts and challenges of future budget years.

Unfortunately, House Bill 2650, along with the other FY 2010 budget bills adopted by the legislature, does not balance the state budget. We have a duty to adopt a budget that honestly and realistically addresses Arizona's growing fiscal crisis in a fashion that does not devastate the foundation of our most critical state government functions and services. These budget bills would prevent the proper function of many critical components of state government, as well as undermine our efforts to develop and encourage a prosperous future.

I am very well aware of the tremendous challenges that leadership must confront in the formation of balanced budget plan. I am also deeply and sincerely grateful for the months of hard work and diligence of the legislature in developing potential solutions. I stand willing to continue our many weeks of negotiations and welcome the opportunity to work closely with you and your members to develop a consensus solution that balances our state budget.

Janice K. Brewer

✓ Governor

Cc:

President Robert Burns Rep. John Kavanagh Sen. Russell Pearce